Per Decrived August 2, 1996 @ 12:30 p.m.

# FEDERAL COMMUNICATIONS **COMMISSION**

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In the Matter of MM DOCKET No.: 96-70 UNDER HIS DIRECTION, INC. Order to Show Cause Why the License for Station KUHD (AM) Port Neches, Texas Should Not ) be Revoked

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# HERITAGE REPORTING CORPORATION

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Before the FEDERAL COMMUNICATIONS COMMISSION COMMISSION Washington, D.C. 20554

In the Matter of ) MM DOCKET No.: 96-70 )
UNDER HIS DIRECTION, INC. )
Order to Show Cause Why the )
License for Station KUHD (AM) )
Port Neches, Texas Should Not )
be Revoked )

Room 3
FCC Building
2000 L Street, N.W.
Washington, D.C.

Wednesday, July 24, 1996

The parties met, pursuant to the notice of the Judge, at 9:59 a.m.

BEFORE: HON. EDWARD LUTON

Administrative Law Judge

#### APPEARANCES:

### On behalf of Federal Communications Commission:

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## On behalf of Vision Latina:

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APPEARANCES: (Continued)

On behalf of KUHD (AM) / Under His Direction:

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WITNESSES:	DIRECT	CROSS	REDIRECT	RECROSS	VOIR DIRE
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Hearing Began: 9:59 a.m. Hearing Ended: 11:58 p.m.

1	PROCEEDINGS
2	9:59 A.M.
3	JUDGE LUTON: Good morning.
4	MR. CINNAMON: Your Honor, if I might just for a
5	second? Mr. Peterson is standing by. He's just waiting for
6	us to tell him when to phone in. If I could have one moment
7	to tell him to phone into the number you gave him, I'll do
8	that.
9	JUDGE LUTON: Okay.
10	MR. CINNAMON: Thank you.
11	(Pause.)
12	JUDGE LUTON: Good morning, Mr. Peterson.
13	MR. PETERSON: Good morning, Your Honor.
14	JUDGE LUTON: You've gotten us here at Courtroom 3
15	for the hearing this morning on the Order to Show Cause
16	concerning Station KUHD (AM).
17	The Broadcast Bureau is present represented by Mr.
18	Zauner.
19	MR. PETERSON: Okay.
20	JUDGE LUTON: And Mr. Cinnamon is also sitting at
21	counsel table, although he is not going to be able to
22	participate this morning unless he is representing you. Is
23	he representing you, Mr. Peterson?
24	MR. PETERSON: No, sir, not as a paid counsel.

JUDGE LUTON: As unpaid counsel?

25

- 1 MR. PETERSON: As courtesy counsel only in some
- 2 matters which he's been at courtesy to do at the expense of
- 3 Vision Latina. But he is not paid counsel by me.
- JUDGE LUTON: Are you representing yourself? Is
- 5 that what you're saying?
- 6 MR. PETERSON: For all practical purposes, yes,
- 7 sir.
- JUDGE LUTON: All practical purposes.
- 9 MR. PETERSON: Yes, sir.
- 10 And I'm in a local attorney's office here in
- 11 Nederland. The attorney's name is Donald Moye. If you
- would like, I can put this on speakerphone.
- JUDGE LUTON: I don't care what you do with it.
- 14 It's quite all right. I'm just interested in being sure
- 15 that I'm dealing with --
- MR. PETERSON: Sir?
- 17 JUDGE LUTON: Yes.
- MR. PETERSON: Go ahead. Hello?
- JUDGE LUTON: All right. As I'm understanding it,
- 20 neither Vision Latina nor Mr. Cinnamon has a role in this
- 21 hearing today. Is that your understanding, Mr. Peterson?
- MR. CINNAMON: Your Honor?
- JUDGE LUTON: Excuse me.
- Mr. Peterson, are you there?
- MR. PETERSON: Yes, sir. I'm considering your

- 1 question. In the respect that Vision Latina would like to
- 2 pursue the license of the station if I'm left with it, they
- 3 have a significant role in the proceedings and the fact that
- 4 they have basically paid for all the legal work up to this
- 5 point.
- JUDGE LUTON: What role do you think Vision Latina
- 7 has in this hearing today?
- 8 MR. PETERSON: Well, I personally feel like they
- 9 have a vested interest to keep the radio station on in the
- 10 community.
- JUDGE LUTON: I'm not talking about an interest.
- 12 I'm talking about a role. Do you see it doing anything in
- this hearing this morning?
- MR. PETERSON: Oh, not at all.
- JUDGE LUTON: All right. Thank you.
- 16 All right, Mr. Cinnamon, you've been patient. I
- 17 cut you off there a couple of times. Please go ahead.
- 18 MR. CINNAMON: That's okay. I just wanted to
- 19 maybe help clarify this a little bit. As you know, Vision
- 20 Latina filed a petition to intervene which was denied. They
- 21 plan to file an application for review to the full
- commission; but, rather than staying the proceeding, we
- 23 thought that we would come this morning for the limited
- 24 purpose of making one point as a preliminary matter for the
- 25 record concerning something that I'm not sure the presiding

- 1 judge is aware of concerning the pending application and the
- 2 pending request for reinstatement of STA at the Mass Media
- Bureau which we understand is not being processed and will
- 4 not be processed regardless of the outcome of this hearing.
- 5 And we find that to be a rather uncomfortable position for
- 6 us to be in, sort of a peculiar position because we're at a
- 7 loss in how best to proceed.
- 8 JUDGE LUTON: Why do you feel it necessary to
- 9 bring that to the presiding judge's attention? The judge
- has nothing to do with that processing.
- MR. CINNAMON: Well, it appears that the issue
- 12 before Your Honor is whether or not Mr. Peterson has the
- present intent and the capability of returning the station
- 14 to the air. And it would seem that the filing of the
- assignment application with what we believe to be bona fide
- 16 buyers plus a representation in the direct case exhibit that
- the parties were contemplating a time brokerage agreement
- 18 which would return the station to the air while under his
- 19 direction remaining the licensee as it is the current
- 20 licensee would be important. However, we were able to --
- 21 Vision Latina was planning to enter into this time brokerage
- 22 agreement in light of the revocation hearing --
- JUDGE LUTON: I'm going to stop you, Mr. Cinnamon.
- 24 I'm going to stop you. I am not going to take an interest
- in what you're proposing here. Vision Latina is not a party

- 1 to this case. It's not going to be some sort of party -- I
- don't know what it would be, feeding information to the
- 3 record that it thinks the record ought to carry even though
- 4 it has no proper role, no determined role that I can see in
- 5 the question before me; namely, this Order to Show Cause
- 6 with carrying the question of whether or not the license for
- 7 this station should be revoked.
- 8 All right. We have -- Mr. Peterson, are you
- 9 there?
- MR. PETERSON: Yes, sir, I am.
- JUDGE LUTON: Got a copy of the Mass Media
- 12 Bureau's Motion to Reject Late Filed Exhibit. That's
- directed to your own exhibit. Did you receive that?
- MR. PETERSON: Yes, I did.
- 15 JUDGE LUTON: You made no response to it. Why is
- 16 that?
- MR. PETERSON: Primarily because I -- actually,
- 18 the response I did make was to ask for this -- him to accept
- 19 my exhibits based on the fact that I had been ill and
- 20 suffered heat stroke and that letter I sent to him was dated
- July the 12th when I submitted my exhibits and I did not
- think that if you didn't rule against them there was a need
- 23 to submit a notice of his intent to reject or anything of
- 24 that sort. I'm not an attorney, so I didn't know the
- 25 procedure.

- JUDGE LUTON: Mass Media Bureau earlier filed a
- 2 Motion to Certify this case to the Commission, too. You
- made no response to that. Do you know what I'm talking
- 4 about?
- 5 MR. PETERSON: I know the letter, but I don't
- 6 understand the Motion to Certify.
- JUDGE LUTON: Okay. You made no response to that.
- 8 Is that because you didn't understand what it was about?
- 9 MR. PETERSON: Right. I don't understand what it
- 10 means a Motion to Certify the case.
- JUDGE LUTON: Okay. I think in this instance, it
- 12 doesn't mean much.
- 13 I'm going to deny the Mass Media Bureau's Motion
- 14 to Reject your exhibit, Mr. Peterson. I don't think that
- 15 the Bureau could make even if given an opportunity,
- 16 sufficiently strong showing to cause me to not give you an
- opportunity to participate in the case.
- 18 The Bureau has indeed made its motion. I don't
- 19 know what else it might be prepared to add this morning, but
- 20 whatever it is, I rather doubt that a prejudice to the
- 21 degree that would cause me to grant that motion could be
- 22 shown.
- Mr. Zauner, I nonetheless must give you that
- opportunity. If you have any more to add to that motion,
- 25 the facts that are stated in relation to the motion?

1	MR. ZAUNER: No. The only thing, Your Honor, are
2	the facts that I stated in that motion. As you know, the
3	exhibits were originally due on the 2nd of July and at the
4	licensee's request, that date was extended to the 8th and
5	then on the 8th, the exhibits did not come in and they were
6	not there was no proffer of exhibits until the 12th. And
7	as I mentioned in my motion, the fact that the licensee
8	became ill or had other problems on the 8th is really no
9	excuse for not exchanging the exhibits that were to be
10	exchanged here in Washington, D.C. on that date.
11	And it also appears that I've received a copy of
12	the same exhibits from Vision Latina.
13	JUDGE LUTON: That's been a confusing aspect of
14	this case, one that I'm determined to put an end to.
15	MR. ZAUNER: Yes, but the only purpose I'm
16	mentioning that for is that having received that as exhibit,
17	it appears which were essentially the same exhibits as
18	those that I subsequently received on the 12th from the
19	licensee here, it appears that the exhibit was prepared well
20	in advance of the 8th and I don't see any reason why it
21	couldn't have been exchanged by the licensee at an earlier
22	time in accordance with Your Honor's directive.
23	JUDGE LUTON: What happened there, Mr. Peterson?
24	Why wasn't the exhibit exchanged earlier?

MR. PETERSON: In the last paragraph of the

25

- 1 exhibit it states that we were considering negotiating a
- time brokerage agreement and there is a pending agreement
- 3 that I had made with the Church of the Christian Crusade to
- 4 return this station in conveyance of lieu of foreclosure
- 5 that was still, in my opinion, considered an open document.
- 6 And I felt like I should discuss that issue with Mr. Moye
- 7 here. And I called his office and Mr. Moye was out of town
- 8 for a week and I was unable to discuss it with him and I was
- 9 very hesitant to say anything that would appear as though I
- was planning something I may not be planning in the event
- that there was conveyance in lieu of foreclosure agreement,
- that it could fall back on me if I put the station on the
- 13 air, then the Church of the Christian Crusade would have an
- 14 ability to come in and shut me down. And all of those
- agreements were, as Mr. Zauner stated, they were drawn up,
- but they were not met with my approval, per se, for me to
- 17 give that authority to release those to you as a true
- 18 exhibit. So --
- 19 JUDGE LUTON: Better to be a few days late.
- 20 MR. PETERSON: Well, I felt like in an effort to
- 21 protect everybody, including myself, from a foreclosure, if
- I have to put the station back on the air and they have an
- agreement that may still be pending, yes, it would be better
- to be a couple of days late than to be \$60,000 short.
- JUDGE LUTON: Okay. All right. The Bureau's

1	Motion to Reject your exhibit, Mr. Peterson, is denied. Is
2	say, "your exhibit," I mean Station KUHD.
3	This is a case in which the Mass Media Bureau has
4	both the burden of proceeding and the burden of proof. That
5	means that the Mass Media Bureau goes first.
6	MR. ZAUNER: Thank you, Your Honor.
7	To meet its burden of proceeding and burden of
8	proof, the Mass Media Bureau would like to have marked for
9	identification a document that consists of a declaration of
10	one, Glenn Greisman. The declaration, itself, is three
11	pages in length and the end of the third page bears the
12	signature of Glenn Greisman.
13	Attached to his statement are five attachments
14	continued in 12 pages, including the pages indicating where
15	the attachments begin.
16	Your Honor, I request that you have marked for
17	identification the document I just described.
18	JUDGE LUTON: All right. That will be marked
19	Bureau Exhibit 1 as described by Mr. Zauner, the declaration
20	of Mr. Greisman consisting of three pages and several pages
21	of attachments.
22	(The document referred to was
23	marked for identification as

JUDGE LUTON: Mr. Peterson, do you have that

Bureau Exhibit No. 1.)

24

25

- 1 exhibit?
- MR. PETERSON: Yes, sir, I have it in front of me.
- JUDGE LUTON: All right. We have just marked it
- 4 to give it an identification number. That's just a handy
- 5 way for us to refer to it.
- 6 Mr. Zauner?
- 7 MR. ZAUNER: Your Honor, I offer into evidence
- 8 Mass Media Bureau Exhibit No. 1.
- JUDGE LUTON: Okay. Now, Mr. Peterson, Mr. Zauner
- 10 is asking that I receive Exhibit 1 for identification in
- 11 evidence. It's proper for me, now, to ask whether Station
- 12 KUHD has any objections and if so, state them, please?
- MR. PETERSON: I just have one objection that the
- 14 very last sentence of Mr. Greisman's statement says, "The
- 15 search also did not reveal that UHD had filed the promise to
- 16 submit a STA application."
- 17 This brings up two points. Number 1 is that my
- 18 agreement with Church of the Christian Crusade is that they
- 19 would file the application at their expense. And the second
- thing is that, which I'm getting ahead of myself, I'm sure,
- but their attorney in the FCC, Michael Wagner, had advised
- 22 me on exactly what to do on January the 30th and I was
- 23 following his procedures. Although they were verbal, I was
- 24 following his procedures. And that's not made reference in
- 25 here that I had a conversation with him. So that's my only

- objection to it. Other than that, everything appears to be
- 2 in order and my letters to the branch concerning the STAs
- 3 all appear to be in order.
- 4 Had I followed Mr. Wagner's advice any
- differently, I would have submitted an STA, but he told me
- 6 there was really no reason to submit an STA unless I had a
- 7 party agree to take over the station.
- 8 That's the only thing I object to is that that's
- 9 lacking from their declaration.
- JUDGE LUTON: Okay. But the statement is --
- 11 you're not saying that the statement is incorrect.
- MR. PETERSON: No.
- JUDGE LUTON: You're saying that it doesn't say
- 14 all that you would hope that it might say.
- 15 MR. PETERSON: Right. It does not show everything
- 16 that I did try to do.
- JUDGE LUTON: Well, it's not your statement, so
- 18 you wouldn't expect it to include everything that you are in
- 19 a position to tell us about and you will have that
- 20 opportunity, yourself.
- MR. PETERSON: Okay.
- JUDGE LUTON: So I think the objection that you
- 23 state is not an evidentiary objection, but it is one which
- you can respond to as we proceed this morning.
- 25 Bureau Exhibit 1 for identification is received as

1 Bureau's Exhibit No.	1.
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- 2 (The document referred to
- having been marked for
- 4 identification as Bureau
- 5 Exhibit No. 1 was received in
- evidence.)
- 7 MR. ZAUNER: Your Honor, that concludes the
- 8 Bureau's presentation.
- JUDGE LUTON: Okay. Mr. Peterson, that's all that
- 10 the Bureau has to offer this morning.
- MR. PETERSON: Yes, sir.
- JUDGE LUTON: It's now the time for you to cross-
- 13 examine. You don't have a live body here to examine I don't
- 14 believe.
- 15 MR. ZAUNER: Your Honor, there was no notice or
- 16 request for anyone for cross-examination.
- 17 JUDGE LUTON: Yes. I wonder if Mr. Peterson even
- 18 understood that that was necessary to be done. It was
- 19 stated in the order that I issued.
- 20 Do you have any questions to ask about this
- 21 statement, Mr. Peterson, or these exhibits that you've
- 22 already stated that you have no objection. There was a
- point that you wanted to make concerning the last sentence.
- MR. PETERSON: Yes. The only statement, the very
- last page of Mr. Greisman's statements says, "My search of

- the Commission records prior designation did not reveal
- either any request by UHD," and so forth and so on. And the
- 3 search of the Commission's records I feel should have
- 4 revealed my conversation with Michael Wagner.
- JUDGE LUTON: Well, yes, it should have; but this
- 6 is a factual statement the man is giving you. Mr. Greisman
- 7 is telling you what his search did reveal.
- 8 MR. PETERSON: Okay.
- 9 JUDGE LUTON: Or in this instance did not reveal.
- 10 And you apparently don't have any quarrel with that. I
- don't know that you are in a position to even quarrel with
- what Mr. Greisman might or might not have discovered during
- 13 the search. I don't know how, even if -- do you have any
- other quarrels of any aspect of the statement?
- MR. PETERSON: No. sir.
- JUDGE LUTON: All right. 1 is received, again,
- 17 Bureau Exhibit 1.
- Now, Mr. Peterson, we're going to go to UHD's
- 19 HUD -- KUHD's direct case. You submitted an exhibit
- indicating to me that despite the placement of the burdens
- in this case, UHD does indeed intent to present a direct
- 22 case. Do you want to go ahead and do that, Mr. Peterson?
- 23 MR. PETERSON: Well, I just wanted to clarify one
- thing, Your Honor. Did that mean I have an opportunity to
- 25 make my case and state my point?

	33
1	JUDGE LUTON: Yes, it does.
2	MR. PETERSON: Yes, I would like to do that. I
3	have three main points that I feel really need to be brought
4	to the attention of the FCC and the Court.
5	JUDGE LUTON: Okay. But, first, let's take care
6	of the papers that you submitted.
7	MR. PETERSON: Okay. The direct testimony?
8	JUDGE LUTON: Yes, sir.
9	We have three pages of what's headed, "Direct
10	Testimony of Mark A. Peterson." That's followed by a
11	declaration and there are several attachments, A, B, C, D,
12	E, F, H, and then there is a second exhibit headed, "Direct
13	Testimony of Eloy Castro. It consists of two pages and a
14	declaration. Some of the exhibits rather, the
15	attachments to Exhibit 1 consist of more than one page. I
16	didn't bother to count them all out.
17	Let's proceed, Mr. Peterson, as we did with the
18	Bureau by first marking these exhibits for identification.
19	Exhibit 1 consisting of the Direct Testimony of Mr. Peterson
20	and several attachments.
21	(The document referred to was

JUDGE LUTON: And Exhibit 2 is a declaration of
Mr. Castro. So when we are talking about the exhibits, we
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marked for identification as

KUHD Exhibit No. 1.)

22

23

- can talk in terms of 1 and 2 for identification. All right,
- 2 Mr. Peterson?
- 3 MR. PETERSON: Yes, sir.
- 4 (The document referred to was
- 5 marked for identification as
- KUHD Exhibit No. 2.)
- 7 JUDGE LUTON: Now, what is the narrative portion
- 8 of Exhibit 1, was that prepared by you, Mr. Peterson?
- 9 MR. PETERSON: Yes, sir. It was prepared -- I
- agreed with everything that was put in there.
- 11 JUDGE LUTON: All right. That's the question I
- really wanted to ask. It doesn't matter who prepared it.
- And that's your signature on the declaration's page?
- 14 MR. PETERSON: Yes, sir.
- 15 JUDGE LUTON: Okay. Anything you want to change
- here this morning that's stated there?
- MR. PETERSON: No, sir.
- 18 JUDGE LUTON: Then you are ready to offer KUHD 1
- 19 for identification in evidence, are you?
- MR. PETERSON: Yes, sir.
- 21 JUDGE LUTON: Okay. I'll ask the Mass Media
- 22 Bureau if it has any objections to what's offered.
- 23 MR. ZAUNER: Yes, Your Honor, on Exhibit No. 1.
- JUDGE LUTON: Yes.
- MR. ZAUNER: And just let me state for the record,

- 1 Your Honor, that the Bureau has provided the court reporter
- with two copies of KUHD Exhibit No. 1 for inclusion in the
- 3 record in this proceeding in anticipation of what's
- 4 happening now.
- 5 Your Honor, on page 3 of Exhibit No. 1, the Bureau
- 6 would object to the -- I quess it's the first full paragraph
- on page 3 which begins with the words, "I explained." The
- 8 Bureau would object to the last sentences beginning with the
- 9 words, "Vision's principals told me they were confident they
- would be able to reach agreements with those parties," and
- 11 to the end of the paragraph.
- Our objection is -- well, we have no objection to
- this is for the state of mind of Mr. Peterson if that's the
- 14 purpose for which it's being offered, but we would object to
- 15 the offer for the truth of the matters asserted because
- 16 these matters deal with Vision Latina and it's principals'
- intents and purposes.
- JUDGE LUTON: Okay. Do you understand that, Mr.
- 19 Peterson?
- MR. PETERSON: I understand what he read, but I
- 21 don't understand his objection.
- JUDGE LUTON: Okay. The language says the
- Vision's principals told you certain things and they
- 24 explained certain things to you. The objection is that that
- 25 language cannot be taken as evidence that the things that

- 1 you were presumably told by Vision are in fact true. The
- objection is not that Vision's didn't tell you these things;
- 3 but, rather whatever you were told and as stated here in the
- 4 declaration cannot be taken as evidence, for example, of the
- 5 presumed facts that Vision's principals were confident that
- 6 they would be able to reach agreements and that Vision's
- 7 principals would need some time to form a corporation to
- 8 reach agreements and do those other things.
- 9 The objection is really -- it doesn't deny that
- 10 Vision's principals told you these things, but it does deny
- that whatever you were told cannot be proven by what the
- 12 statement says.
- Is that right, Mr. Zauner, kind of?
- 14 MR. ZAUNER: I think that is correct, Your Honor
- 15 JUDGE LUTON: Mr. Peterson, I think I'll handle
- 16 this one for you.
- The statements are hearsay and are not to be taken
- as evidence in support of the facts that are stated therein.
- 19 The statements are unobjectionable to the extent that if
- state of mind were relevant here and I'm not sure that it
- 21 was, that it is rather, that -- well, this is Mr. Peterson
- 22 talking I think is the point. That's understood by me,
- 23 certainly. This is what Mr. Peterson is saying. This is
- 24 not what Vision Latina is saying.
- I won't even ask you if you understand that, Mr.

- 1 Peterson. I don't understand it very well, myself. But ir
- any event, we are going to let your statement remain the way
- 3 that it is without striking out any portion of it. That is,
- any portion that we've talked about thus far. Okay?
- 5 MR. PETERSON: Thank you.
- JUDGE LUTON: Mr. Zauner, next objection.
- 7 MR. ZAUNER: I object to all of the next paragraph
- 8 as being hearsay and unsupported.
- JUDGE LUTON: The whole paragraph? It wouldn't
- seem to be -- well, it isn't necessarily hearsay, is it?
- MR. ZAUNER: Well, Your Honor, he says -- not
- necessarily. May I have some voir dire on portions of it?
- 13 JUDGE LUTON: Sure. Because as it presently
- stands it is not clearly hearsay to me. I mean it is
- possible that Mr. Peterson knew for a fact that by March '96
- 16 Vision Latina had done these things. That isn't necessarily
- 17 hearsay. It may be. I don't know. Do you want voir dire?
- 18 MR. ZAUNER: Yes. Please, Your Honor.
- JUDGE LUTON: All right. Mr. Peterson, Mr. Zauner
- 20 wants to ask you some questions. This is not cross-
- 21 examination yet. He wants to ask you some what we'll call
- 22 preliminary questions about matters that are stated in that
- 23 middle paragraph on page 3. Okay?
- MR. PETERSON: Yes, sir.
- JUDGE LUTON: Mr. Zauner?

#### DIRECT EXAMINATION

2 BY MR. ZAUNER:

1

- 3 O Mr. Peterson, in that paragraph you state that by
- 4 the end of March 1996, Vision Latina had incorporated. How
- 5 do you know that they had done so?
- A How do I know that they had in fact incorporated?
- 7 Q Yes, sir.
- 8 A Their attorney, Donald Moye, called me and told me
- 9 that he was doing it for them and they had in fact
- 10 incorporated. I took him at his word.
- 11 Q You also stated in that paragraph that by the end
- of March 1996 Vision Latina had negotiated and reached
- agreements with both asset holders and agreed on terms with
- 14 UHD. As far as the Vision Latina having negotiated and
- 15 reached agreements with both asset holders, what is the
- 16 basis of that statement?
- 17 A The basis of that statement is I told them that
- 18 they would have to reach agreements before I would allow an
- 19 application to be submitted and I have in fact verified that
- 20 they have reached agreements with both parties. I verified
- 21 that, myself.
- 22 Q How did you verify that?
- 23 A I have communicated with those people as to what
- 24 terms they were making on the properties and on the assets
- of the station. And, as a matter of fact, it was my

- 1 recommendation to the station studio equipment assets
- 2 holder, Ms. McKee, who owns McKee Tower, I'm the one that
- 3 told her what price to ask for the property, so she would
- 4 recuperate every bit of her money owed to her in storage
- 5 fees.
- 6 Q Where the agreements placed in writing?
- 7 A I have no idea, but I assume they were. Their
- 8 attorney, Donald Moye, once again, told me they were.
- 9 Q Have you ever seen a copy of that writing?
- 10 A No, I have not.
- 11 Q You state that by March of 1996, Vision Latina had
- retained communications counsel to prepare the final license
- assignment agreement and assignment application.
- How do you know that by the end of March 1996,
- 15 Vision Latina had done this?
- 16 A Well, you're asking me to recall something without
- 17 a calendar in front of me and March and April tend to run
- 18 together. But I know that Mr. Cinnamon had communicated
- 19 with me and I could probably look at some of these exhibits
- 20 here and look at the dates on them and some of the
- 21 communications back and forth between Vision Latina and
- 22 myself and Mr. Cinnamon and give you an exact date that I
- 23 first knew of it, if you want me to search through all this
- 24 paperwork here and try to give you that.
- MR. ZAUNER: Your Honor, at this time, maybe we

- could just stop at this point and I could renew my motion to
- 2 strike or to not receive this evidence.
- JUDGE LUTON: Okay, go ahead.
- 4 MR. ZAUNER: With regard to Vision Latina having
- incorporated, the testimony is that he was told -- Mr.
- 6 Peterson was told this by an attorney. This is hearsay
- 7 evidence.
- 8 He also indicated with regard to the agreements
- 9 with both asset holders that he was unaware of whether or
- not it had been reduced to writing and it seems obvious that
- 11 he has not seen -- but he believes that it would have been,
- but he has not seen the writing. So, absent that, there is
- no solid evidence that the agreements had been reached with
- both asset holders or even one asset holder.
- And, finally, with regard to retaining
- 16 communications counsel, the witness doesn't know when
- 17 Vision Latina retained communications counsel, although his
- 18 statement says by the end of March 1996 that it had.
- 19 JUDGE LUTON: How about Mr. Castro's statement?
- 20 MR. ZAUNER: If it is in Mr. Castro's statement,
- 21 then it is in Mr. Castro's statement and that's where it
- 22 would come in.
- 23 JUDGE LUTON: All three of those points, I
- believe, are covered in Mr. Castro's statement.
- MR. ZAUNER: Well, if that is, in fact, the case,